VICE PRESIDENT'S CONFERENCE ON FIGHTING CORRUPTION AMONG JUSTICE AND SECURITY OFFICIALS

Washington, D.C. February 24, 1999

Panel on "Ethics in the Public Sector"

Prof. Enrico Zanelli, University of Genoa, Italy

- Basic Outline
- Developments
- Check-List of Issues for Discussion

BASIC OUTLINE

- 1. The root of corruption and the route to corruption: personal interest and power.
- 2. Personal interest as a many faceted motive: money, lust, self-aggrandizement, gratification and power itself
- 3. The vicious circle: interest power; the personal interest in acquiring more power and the power to obtain more in the personal interest.
- 4. Power and bribes. Countervailing powers. Transparency.
- 5. The lack of countervailing powers and transparency in Europe: corruption in Europe.
- 6. When bribes are not necessary: public office and conflicts of interest, or do-it-yourself and self-service corruption.
- 7. The Italian case.
- 8. An explosive mix: big business, media, politic.
- 9. When criminal justice does not work.
- 10. When criminal justice works only too well.

DEVELOPMENTS.

- 1.The end of the century provides a new perspective on some criminal and unethical behaviors, focussing on the separate concepts of fault and liability. Some chain of events, when at the **fringe** of government, acquire a new dimension, based on moral, social, political and historical connotations. Three m's as a new route to corruption: motive, money and media.
- 2.From Saint-Simon's utopia of freedom from corruption to a recent Italian case. Nicolò Machiavelli and Giovanni Sartori. The perfect framework for corruption: overregulation, bureaucracy, indifference.

- 3.The role of -the economy. Aristotle's Nicomachean Ethics and modem Law and Economics.
- **4.Political** and electoral systems and **party**-financing. Business and politics. The banking system, overinvoicing and the ferry-boat to the off-shore islands. When the ferry is equipped with a lifeboat : corruption of the judges.
- **5.The** Italian case. Silvio Berlusconi. Political Leader and Knight of the TV system. Conflict of interest: the mother of all unethical conducts.
- **6.The** role of law, from the Constitution down to the regulations and guide-lines. The American experience. The essential tool of Corporate Governance. A final check-list.

CKECK-LIST OF ISSUES FOR DISCUSSION.

- 1. The growing role of conflicts of interests in the evolution of Ethics in Government, modeled after the U.S. legislation of 1978.
- 2. Corporate governance as an essential tool to restrain conflicts of interest both in private business and in corporate relations with politics.
- 3. How to avoid that party and electoral financing be used as an investment to pursue private interests of a personal nature.
- 4. Transparency as the answer to the mere appearance of impropriety.
- 5. Majority representation as against proportional representation (which gives political parties undue influence through impersonal political and economic decisions).
- 6. Total separation between judges and prosecutors.
- 7. Where needed, a quick process of **further** privatization of major business sectors, handled by international merchant banks.
- 8. An open, competitive society in the field of television and multimedia.
- 9. A basic Antitrust Law, modeled **after** the Sherman Act of 1890, administered by the Courts not by Commissions, Agencies, Authorities.